§ 302.4

accordance with part 306 of this chapter.

- (e) The governing bodies of district organizations shall provide access for persons who are not members to make their views known concerning ongoing and proposed district activities in accordance with the following requirements:
- (1) The economic development district organization must hold meetings open to the public at least once a year and shall also publish the date and agenda of the meeting enough in advance to allow the public a reasonable time to prepare to participate effectively.
- (2) The district organization shall adopt a system of parliamentary procedures to assure that board members and others have access to and an effective opportunity to participate in the affairs of the district.
- (3) Information should be provided sufficiently in advance of public decisions to give the public adequate opportunity to review and react to proposals. District organizations should seek to relate technical data and other material to the public so they may understand the impact of public programs, available options and alternative decisions.

§ 302.4 District organization functions and responsibilities.

- (a) All Economic Development District organizations are responsible for seeing that the following are provided on a continuing basis, consistent with the requirements of § 302.3:
 - (1) Organizational actions, including:(i) Arranging the legal form of orga-
- nization which will be used;
- (ii) Arranging for the membership of the governing body to meet §302.3 requirements;
- (iii) Recruiting staff to carry out the economic development functions;
- (iv) Establishing a management system;
- (v) The inclusion of private citizens who are not officials of or employees appointed by the officials of a general purpose unit of local government;
- (vi) Contracting for services to carry out district functions;

- (vii) Establishing and directing activities of economic development subcommittees; and
- (viii) Submitting reports as determined by EDA to comply with civil rights requirements under part 317 of this chapter.
- (2) Actions to develop and maintain the required district strategy, and any subsequent supplements or revisions, including:
- (i) Preparing the analytic, strategic and implementation components of the strategy;
- (ii) Adopting the strategy by formal action of the Economic Development District governing board;
- (iii) Submitting the strategy, any supplements or revisions and annual reports for reviews by appropriate governmental bodies and interested organized groups, and attaching dissenting opinions and comments received; and
- (iv) Submitting to EDA an approvable strategy.
- (b) District organizations receiving EDA financial assistance for the development and implementation of Comprehensive Economic Development Strategies must also:
- (1) Coordinate and implement economic development activities in the district, including:
- (i) Assisting other eligible units within the district to apply for grant assistance for economic development purposes:
- (ii) Carrying out economic development related research, planning, implementation and advisory functions as are necessary to the development and implementation of the strategy;
- (2) Coordinate the development and implementation of the strategy with other local, State, Federal and private organizations (including minority organizations);
- (3) Carry out the annual strategy for implementation; and
- (4) Comply with the requirement of part 303.

 $[64\ FR\ 5355,\ Feb.\ 3,\ 1999,\ as\ amended\ at\ 64\ FR\ 69874,\ Dec.\ 14,\ 1999]$

§ 302.5 Modification of district boundaries.

EDA, at the request of a district and with concurrence of the State or States affected (unless such concurrence is

waived by the Assistant Secretary), may modify the boundaries of a district, if it determines that such modification will contribute to a more effective program for economic development.

§ 302.6 Termination and suspension of district designation.

EDA may, upon 60 days prior written notice to the district organization, member counties or other areas as determined by EDA, and each affected State, terminate the designation status of an Economic Development District:

- (a) When the district no longer meets the standards for designation as set forth above;
- (b) When a district has not maintained a currently approved strategy in accordance with part 303 of this chapter; or
- (c) When a district has requested termination.

 $[64\ FR\ 5355,\ Feb.\ 3,\ 1999,\ as\ amended\ at\ 64\ FR\ 69874,\ Dec.\ 14,\ 1999]$

§ 302.7 Eligibility of non-distressed areas.

Areas in districts which are not themselves eligible for assistance under parts 305 or 308 may be eligible, as provided in § 301.2(c).

PART 303—PLANNING PROCESS AND STRATEGIES FOR DISTRICT AND OTHER PLANNING ORGANI-ZATIONS SUPPORTED BY EDA

Sec.

303.1 Definitions, purpose and scope.

303.2 Planning process.

303.3 Requirements for a strategy.

AUTHORITY: 42 U.S.C. 3211; Department of Commerce Organization Order 10-4.

Source: $64\ FR\ 5356,\ Feb.\ 3,\ 1999,\ unless\ otherwise\ noted.$

§ 303.1 Definitions, purpose and scope.

(a) As used in this part 303. (1) *Planning organization* means an Economic Development District organization, Indian tribe, or other recipient of an EDA grant under part 306 of this chapter which grant is awarded in whole or in part to develop, update, or replace a CEDS, and

(2) Strategy committee means that committee or other entity identified by the planning organization as responsible for developing, updating, or re-

placing a strategy.

(b) This part describes the planning process of and requirements for strategies developed and implemented by planning organizations supported by EDA. Though the strategy requirements are the same under all EDA programs which call for a strategy, the planning process and reporting and updating requirements for EDA supported planning organizations are more stringent.

[64 FR 5356, Feb. 3, 1999, as amended at 64 FR 69874. Dec. 14, 1999]

§ 303.2 Planning process.

- (a) The strategy committee must be inclusive and representative of the main economic interests of the area covered by the strategy. Such interests include public officials, community leaders, private individuals, business leaders, labor groups, minorities, and others who can contribute to and benefit from improved economic development in the area covered.
- (b) The planning organization must support the strategy committee with a staff skilled in economic planning or related fields.
- (c) The planning organization must conduct an initial and continuous study and analysis of the opportunities for economic development and of problems contributing to economic and related distress in the area covered, such as, for example, unemployment, underemployment, outmigration, or low per capita income, and possible solutions to such problems.
- (d) Planning organizations covered by this part 303 must submit an initial strategy to EDA in compliance with the requirements of §303.3, as determined by EDA. Each year thereafter, the planning organization must submit an annual strategy report, acceptable to EDA.
- (e) A new or revised strategy is required at least every five years, or sooner if EDA or the planning organization determines that the strategy is inadequate due to changed circumstances. Each strategy must be available for review and comment by